



Application for Appraised Value Limitation on Qualified Property

SECTION 14: Wage and Employment Information

1. What is the estimated number of permanent jobs (more than 1,600 hours a year), with the applicant or a contractor of the applicant, on the proposed qualified property during the last complete quarter before the application review start date (date your application is finally determined to be complete)? 0
2. What is the last complete calendar quarter before application review start date:
☒ First Quarter ☐ Second Quarter ☐ Third Quarter ☐ Fourth Quarter of 2017 (year)
3. What were the number of permanent jobs (more than 1,600 hours a year) this applicant had in Texas during the most recent quarter reported to the Texas Workforce Commission (TWC)? 0
Note: For job definitions see TAC §9.1051 and Tax Code §313.021(3).
4. What is the number of new qualifying jobs you are committing to create? 1
5. What is the number of new non-qualifying jobs you are estimating you will create? 0
6. Do you intend to request that the governing body waive the minimum new qualifying job creation requirement, as provided under Tax Code §313.025(f-1)? ☒ Yes ☐ No
 6a. If yes, attach evidence in **Tab 12** documenting that the new qualifying job creation requirement above exceeds the number of employees necessary for the operation, according to industry standards.
7. Attach in **Tab 13** the four most recent quarters of data for each wage calculation below, including documentation from the TWC website. The final actual statutory minimum annual wage requirement for the applicant for each qualifying job — which may differ slightly from this estimate — will be based on information from the four quarterly periods for which data were available at the time of the application review start date (date of a completed application). See TAC §9.1051(21) and (22).
 a. Average weekly wage for all jobs (all industries) in the county is 1,140.50
 b. 110% of the average weekly wage for manufacturing jobs in the county is N/A
 c. 110% of the average weekly wage for manufacturing jobs in the region is 1,108.09
8. Which Tax Code section are you using to estimate the qualifying job wage standard required for this project? ☐ §313.021(5)(A) or ☒ §313.021(5)(B)
9. What is the minimum required annual wage for each qualifying job based on the qualified property? 57,621.00
10. What is the annual wage you are committing to pay for each of the new qualifying jobs you create on the qualified property? 57,750.00
11. Will the qualifying jobs meet all minimum requirements set out in Tax Code §313.021(3)? ☒ Yes ☐ No
12. Do you intend to satisfy the minimum qualifying job requirement through a determination of cumulative economic benefits to the state as provided by §313.021(3)(F)? ☐ Yes ☒ No
 12a. If yes, attach in **Tab 12** supporting documentation from the TWC, pursuant to §313.021(3)(F).
13. Do you intend to rely on the project being part of a single unified project, as allowed in §313.024(d-2), in meeting the qualifying job requirements? ☐ Yes ☒ No
 13a. If yes, attach in **Tab 6** supporting documentation including a list of qualifying jobs in the other school district(s).

SECTION 15: Economic Impact

1. Complete and attach Schedules A1, A2, B, C, and D in **Tab 14**. Note: Excel spreadsheet versions of schedules are available for download and printing at URL listed below.
2. Attach an Economic Impact Analysis, if supplied by other than the Comptroller's Office, in **Tab 15**. (not required)
3. If there are any other payments made in the state or economic information that you believe should be included in the economic analysis, attach a separate schedule showing the amount for each year affected, including an explanation, in **Tab 15**.

Schedule A1: Total Investment for Economic Impact (through the Qualifying Time Period)

PROPERTY INVESTMENT AMOUNTS								
(Estimated investment in each year. Do not put cumulative totals.)								
	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year below) YYYY	Column A New investment (original cost) in tangible personal property placed in service during this year that will become Qualified Property	Column B New investment made during this year in buildings or permanent nonremovable components of buildings that will become Qualified Property	Column C Other new investment made during this year that will not become Qualified Property [SEE NOTE]	Column D Other new investment made during this year that may become Qualified Property [SEE NOTE]	Column E Total Investment (Sum of Columns A+B+C+D)
Investment made before filing complete application with district				Not eligible to become Qualified Property			[The only other investment made before filing complete application with district that may become Qualified Property is land.]	0
Investment made after filing complete application with district, but before final board approval of application	--	Year preceding the first complete tax year of the qualifying time period (assuming no deferrals of qualifying time period)	2017	0	0	0	0	0
Investment made after final board approval of application and before Jan. 1 of first complete tax year of qualifying time period				0	0	0	0	0
Complete tax years of qualifying time period	QTP1	2018-2019	2018	186,675,000	500,000	0	0	187,175,000
	QTP2	2019-2020	2019	0	0	0	0	0
Total Investment through Qualifying Time Period [ENTER this row in Schedule A2]				186,675,000	500,000	0	0	187,175,000
Total Qualified Investment (sum of green cells)				186,675,000	Enter amounts from TOTAL row above in Schedule A2			

For All Columns: List amount invested each year, not cumulative totals.

Column A: This represents the total dollar amount of planned investment in tangible personal property. Only include estimates of investment for "replacement" property if the property is specifically described in the application. Only tangible personal property that is specifically described in the application can become qualified property.

Column B: The total dollar amount of planned investment each year in buildings or nonremovable component of buildings.

Column C: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that will not become qualified property include investment meeting the definition of 313.021(1) but not creating a new improvement as defined by TAC 9.1051. This is proposed property that functionally replaces existing property; is used to maintain, refurbish, renovate, modify or upgrade existing property; or is affixed to existing property—described in SECTION 13, question #5 of the application.

Column D: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that may result in qualified property are land or professional services.

Total Investment: Add together each cell in a column and enter the sum in the blue total investment row. Enter the data from this row into the first row in Schedule A2.

Qualified Investment: For the green qualified investment cell, enter the sum of all the green-shaded cells.

Amended 5/3/17
 Supplement #1

Date 4/7/2017
Applicant Name Bestia Energy Project, LLC
ISD Name Kermit ISD

Schedule A2: Total Investment for Economic Impact (Including Qualified Property and other investments)

Form 50-296A

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revised May 2014

PROPERTY INVESTMENT AMOUNTS								
(Estimated Investment in each year. Do not put cumulative totals.)								
				Column A	Column B	Column C	Column D	Column E
	Year	School Year (YYYY-YYYY)	Tax Year (Fill in actual tax year below) YYYY	New investment (original cost) in tangible personal property placed in service during this year that will become Qualified Property	New investment made during this year in buildings or permanent nonremovable components of buildings that will become Qualified Property	Other investment made during this year that will <u>not</u> become Qualified Property [SEE NOTE]	Other investment made during this year that will become Qualified Property [SEE NOTE]	Total Investment (A+B+C+D)
Total Investment from Schedule A1*	--	TOTALS FROM SCHEDULE A1		Enter amounts from TOTAL row in Schedule A1 in the row below				
				150,000,000	500,000	0	336846	125,336,846
Each year prior to start of value limitation period** <small>Insert as many rows as necessary</small>	0	2017-2018	2017					
Each year prior to start of value limitation period** <small>Insert as many rows as necessary</small>	0	2018-2019	2018					
Value limitation period***	1	2019-2020	2019	186,675,000	500,000	0	0	187,175,000
	2	2020-2021	2020	0	0	1,100,000	0	1,100,000
	3	2021-2022	2021	0	0	1,133,000	0	1,133,000
	4	2022-2023	2022	0	0	1,166,990	0	1,166,990
	5	2023-2024	2023	0	0	1,202,000	0	1,202,000
	6	2024-2025	2024	0	0	1,238,060	0	1,238,060
	7	2025-2026	2025	0	0	1,275,201	0	1,275,201
	8	2026-2027	2026	0	0	1,313,458	0	1,313,458
	9	2027-2028	2027	0	0	1,352,861	0	1,352,861
	10	2028-2029	2028	0	0	1,393,447	0	1,393,447
Total Investment made through limitation				186,675,000	500,000	12,610,267	0	199,785,267
Continue to maintain viable presence	11	2029-2030	2029			1,478,308		1,478,308
	12	2030-2031	2030			1,522,657		1,522,657
	13	2031-2032	2031			1,568,337		1,568,337
	14	2032-2033	2032			1,615,387		1,615,387
	15	2033-2034	2033			1,663,849		1,663,849
Additional years for 25 year economic impact as required by 313.026(c)(1)	16	2034-2035	2034			1,713,764		1,713,764
	17	2035-2036	2035			1,765,177		1,765,177
	18	2036-2037	2036			1,818,132		1,818,132
	19	2037-2038	2037			1,872,676		1,872,676
	20	2038-2039	2038			1,928,857		1,928,857
	21	2039-2040	2039			1,986,722		1,986,722
	22	2040-2041	2040			2,046,324		2,046,324
	23	2041-2042	2041			2,107,714		2,107,714
	24	2042-2043	2042			2,170,945		2,170,945
	25	2043-2044	2043			2,236,074		2,236,074

* All investments made through the qualifying time period are captured and totaled on Schedule A1 (plus part) and investment in buildings is reported on Form 706.

* All investments made through the qualifying time period are captured and totaled on Schedule A1 [blue box] and incorporated into this schedule in the first row.

** Only investment made during deferrals of the start of the limitation (after the end of qualifying time period but before the start of the Value Limitation Period) should be included in the "year prior to start of value limitation period" row(s). If the limitation starts at the end of the qualifying time period or the qualifying time period overlaps the limitation, no investment should be included on this line.

*** If your qualifying time period will overlap your value limitation period, do not also include investment made during the qualifying time period in years 1 and/or 2 of the value limitation period, depending on the overlap. Only include investments/years that were not captured on Schedule A1.

For All Columns: List amount invested each year, not cumulative totals. Only include investments in the remaining rows of Schedule A2 that were not captured on Schedule A1.

Column A: This represents the total dollar amount of planned investment in tangible personal property. Only include estimates of investment for "replacement" property if the property is specifically described in the application.
Only tangible personal property that is specifically described in the application can become qualified property.

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Column D: Dollar value of other investment that may affect economic impact and total value. Examples of other investment that may result in qualified property are land or professional services.

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supplement # 1